



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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September 5, 2000

CERTIFIED RETURN RECEIPT

Z 230 748 234

Gary Mullard
Northern Stone Supply
203 West Main
P.O. Box 249
Oakley, Idaho 83346

Re: FINAL Notice Requesting Permit Fees, Northern Stone Supply, Ebony & Ivory, S/027/057,
Millard County, Utah

Dear Mr. Mullard:

This letter is written regarding the status of the Ebony & Ivory small mining project located in Millard County, Utah. We have had numerous conversations regarding this small mining project and the disturbance associated at the site. You stated the disturbance at this site is minimal, and was done by the previous operator, and therefore, you felt you should not be required to do reclamation work on this small disturbance.

When this project was transferred from Steve Hodges to you in 1994, you assumed all mining and reclamation responsibility for this site. Therefore, the existing disturbance became your responsibility. This project is located on federal lands managed by the Bureau of Land Management (BLM). The BLM has indicated their case file cannot be closed until the existing disturbance has been reclaimed. We cannot release you from this site and retire our mine file until the BLM authorizes us to do so, or until the site is reclaimed and the 70% pre-mining revegetation standard is met.

As you know, the annual permit fee program was initiated in 1998. Annual fees are required for all exploration and mine project sites that have mining related disturbance which remains unreclaimed (regardless of recent site activity). Until these disturbances are successfully reclaimed and revegetated, the case file remains open and the fees are due annually. Annual permit fees (\$100/yr.) remain outstanding for 1998, 1999 and 2000 for this site.

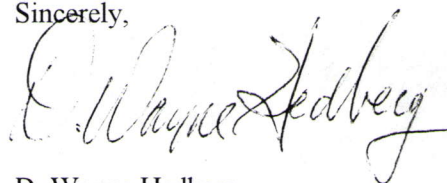
As an incentive for your willingness to complete the remaining reclamation at this site by November 30, 2000, the Division is willing to waive the delinquent fees for years 1998 and 1999. Please notify us of your decision in this regard within 30 days of the date of this letter.

Page 2
Gary Mullard
S/027/057
September 5, 2000

This letter will serve as your **FINAL NOTICE** from this office regarding the payment of these fees. The full \$300.00 permit fee must be received within 30 days from the date of this letter (*unless you choose the option above*). Should we fail to hear from you within this 30-day time frame, this account will be turned over to the Utah Office of Debt Collection for processing.

We truly wish to avoid taking any further action regarding this small mine site. Therefore, your immediate attention to this matter is appreciated. If you have further questions in this matter, please contact me, Tom Munson, or Joelle Burns at (801) 538-5286, 538-5321, and 538-5291, respectively.

Sincerely,



D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb
cc: Larry Garahana, BLM, Fillmore Office
Pam Grubaugh-Littig, DOGM (Acting Assoc. Director)
Tom Munson, DOGM
S27-57-final-ltr